

PROGRAM NARRATIVE

670 ND HORSE RACING COMMISSION

Date: 12/17/2008

Time: 14:53:40

Program: HORSE RACING ADMINISTRATION**Reporting Level:** 00-670-100-00-00-00-00000000**PROGRAM PERFORMANCE MEASURES**

- Performance measures and results reporting are not currently used by this office.
- The Racing Commission provides the following services:
- Regulate on-track racing and off-track betting through a statewide simulcast system
- License and regulate the conduct of organizations or persons involved in racing and off-track betting
- Ensure the collection of state taxes, and collects and administers special funds derived from racing activity through the Promotion, Purse and Breeder's funds
- The Racing Commission provides for racing under the certificate system, sets racing dates, enforces laws and adopts and enforces rules concerning pari-mutuel racing, licenses all participants in the live racing and simulcast wagering industry, conducts financial and compliance reviews of the licensees, and performs inspections for health and safety purposes.

PROGRAM STATISTICAL DATA

During the 2005-2007 biennium, the ND Racing Commission collected the following monies from the Pari-Mutuel Tax for the General Fund and three special funds:

	<u>Amounts Collected</u>
• General Fund - Pari-Mutuel Tax	\$238,588.46
• Promotion Fund - Including Tax, Breakage and Outs	351,596.94
• Purse Fund - Tax	139,963.45
• Breeders Fund - Tax	139,963.45

EXPLANATION OF PROGRAM COSTS

- The Racing Commission is the sole agency responsible for regulating live and simulcast wagering in North Dakota.
- The Commission's primary expenses are a) salaries for the two FTE's; b) contract fees for the individuals who regulate live races, c) fees to the stewards for live races; d) licensing staff at two live race meets, and e) the audit of simulcast information.
- In addition to the costs of regulation, the Racing Commission currently administers three special funds and is responsive to hundreds of horsemen as well as monitoring 3,152 horses in its North Dakota Bred Registrar.

PROGRAM GOALS AND OBJECTIVES

The Racing Commission's primary objective is to regulate the live and simulcast racing industry in North Dakota. In addition to this duty, the Racing Commission is statutorily mandated to promote horse racing. Included in this mandate was the construction of a major racing facility. In the summer of 2003 the North Dakota Racing Commission fulfilled that role by assisting in the opening of the North Dakota Horse Park. This new facility will gain national exposure for North Dakota as well as promotion for the breeders and owners of North Dakota-bred horses, thus contributing to the overall health of the horse industry in North Dakota.

REQUEST DETAIL BY PROGRAM**670 ND HORSE RACING COMMISSION**
Biennium: 2009-2011**Bill#: SB2024****Date: 12/17/2008****Time: 14:53:40**

Program: HORSE RACING ADMINISTRATION		Reporting Level: 00-670-100-00-00-00-00000000			
Description	Expenditures 2005-2007 Biennium	Present Budget 2007-2009	Budget Request Change	Requested Budget 2009-2011 Biennium	Optional Request 2009-2011
SPECIAL LINES					
RACING COMMISSION	319,238	407,766	685	408,451	1,039,028
TOTAL	319,238	407,766	685	408,451	1,039,028
SPECIAL LINES					
GENERAL FUND	117,477	120,674	685	121,359	1,039,028
FEDERAL FUNDS	0	0	0	0	0
SPECIAL FUNDS	201,761	287,092	0	287,092	0
TOTAL	319,238	407,766	685	408,451	1,039,028
PROGRAM FUNDING SOURCES					
FEDERAL FUNDS	0	0	0	0	0
GENERAL FUND	117,477	120,674	685	121,359	1,039,028
SPECIAL FUNDS	201,761	287,092	0	287,092	0
PROGRAM FUNDING TOTAL	319,238	407,766	685	408,451	1,039,028
FTE EMPLOYEES	2.00	2.00	.00	2.00	.00
FUNDING DETAIL					
GENERAL FUND	117,477	120,674	685	121,359	1,039,028
SPECIAL FUNDS					
278 Racing Breeders Fund 278	54,013	85,697	439	86,136	0
290 Racing Purse Fund 290	54,012	85,697	-873	84,824	0
334 Horse Racing Operating Funds 334	39,728	30,000	0	30,000	0
339 Horse Promotion Fund 339	54,008	85,698	434	86,132	0
TOTAL	201,761	287,092	0	287,092	0

CHANGE PACKAGE DETAIL**670 ND HORSE RACING COMMISSION**
Biennium: 2009-2011**Bill#: SB2024****Date: 12/17/2008****Time: 14:53:40**

PROGRAM: HORSE RACING ADMINISTRATION		REPORTING LEVEL: 00-670-100-00-00-00-00000000				
Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds

AGENCY BUDGET CHANGES**Cost To Continue**

Cost To Continue		.00	685	0	0	685
Total Cost to Continue		.00	685	0	0	685

Base Budget Changes**Optional Request****Other Optional Changes**

A-C 2 Salaries Funding Source Change	1	.00	257,091	0	0	257,091
A-C 4 Computer and Printer Replacement	2	.00	2,767	0	0	2,767
A-C 6 Auditing and Legal Services	3	.00	50,600	0	0	50,600
A-C 5 Safety Issues and Funding Source Chg.	4	.00	332,670	0	0	332,670
A-C 7 Certifications and Funding Source Chg.	5	.00	395,900	0	0	395,900
Total Other Budget Changes		.00	1,039,028	0	0	1,039,028

Total Optional Budget Changes

		.00	1,039,028	0	0	1,039,028
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